COMMONWEALTH OF KENTUCKY

BEFORE THE ENERGY REGULATORY COMMISSION

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In the Matter of

NOTICE AND APPLICATION FOR ADJUSTMENT
OR RATES FOR JACKSON PURCHASE ELECTRIC
COOPERATIVE CORPORATION, INCLUDING AN
EMERGENCY INCREASE; AND SUPPLEMENT
APPLICANT'S PROPOSED RETAIL RATES TO
UTILIZE A PILOT RATE PROGRAM (TIME OF
DAY RATES)

AND

NOTICE AND APPLICATION FOR ADJUSTMENT OF RATES OF JACKSON PURCHASE ELECTRIC COOPERATIVE CORPORATION TO EFFECT A PASS-THROUGH OF KENTUCKY UTILITIES COMPANY WHOLESALE POWER INCREASE FILED BEFORE THE FEDERAL ENERGY REGULATORY COMMISSION INCLUDING ANY EMERGENCY INCREASE APPROVED BY THAT COMMISSION PENDING A FINAL DECISION IN THE AFORESAID CASE, AND FOR PERMISSION TO PASS THE WHOLESALE RATE INCREASE ON ON THE COMPANY'S EXISTING TARIFFS OR ANY OTHER TARIFFS WHICH MAY BE MADE EFFECTIVE IN THE FUTURE BY JACKSON PURCHASE OR AN ORDER OF THE PUBLIC SERVICE COMMISSION IN CASE NO. 6992; AND FOR EMERGENCY CONSIDERATION IN ALLOWING APPLICANT TO PASS THROUGH THE WHOLESALE INCREASE

CASE NO. 7150

ORDER ON REHEARING

On February 28, 1980, the Commission issued its Order in this Matter granting Jackson Purchase Electric Corporation an emergency increase in the amount of \$639,000 on an annual basis, subject to refund. The Commission concurrently issued an Order in Case No. 7150 effecting a reduction in rates based on a settlement agreement in Federal Energy Regulatory Commission Docket No. ER 78-417 to finally decide Jackson Purchase's rates based on a Kentucky Utilities wholesale power rate increase on September 6, 1978.

Thereafter, Jackson Purchase on March 14, 1980, filed a motion for rehearing on the emergency rate Order. By Order dated April 1, 1980, the Commission granted the petition, set the rehearing for April 21, 1980, directed the Company to file its testimony in prepared form on or before April 15, 1980, and reserved the right to affirm its previous Order.

The hearing in this matter, which was later rescheduled for April 30, 1980, was held in the Commission's office in Frankfort, Kentucky with the intervenor, Attorney General's Division of Consumer Intervention, present.

The Commission, having considered the petition for rehearing and all evidence of record and being fully advised, is of the opinion and finds that the Commission should affirm its previous Order.

IT IS THEREFORE ORDERED, that the Commission's Order, entered February 28, 1980, in the above-styled case be and it is hereby affirmed.

Done at Frankfort, Kentucky, this 20th day of May, 1980.

ENERGY REGULATORY COMMISSION

Chairman

Chairman

Chairman

Chairman

Commissioner

ATTEST:

Secretary